



Senate

General Assembly

File No. 10

January Session, 2015

Substitute Senate Bill No. 8

Senate, February 20, 2015

The Committee on Insurance and Real Estate reported through SEN. CRISCO of the 17th Dist., Chairperson of the Committee on the part of the Senate, that the substitute bill ought to pass.

***AN ACT CONCERNING THE DISCLOSURE OF FEES FOR THE
PROCESSING OF PERSONAL AND COMMERCIAL RISK INSURANCE
POLICY PREMIUM PAYMENTS.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (*Effective October 1, 2015*) Each insurer that
2 delivers, issues for delivery, renews, amends or endorses a personal
3 risk or commercial risk insurance policy, as both terms are defined in
4 section 38a-663 of the general statutes, on or after October 1, 2015, shall
5 disclose to an applicant and each insured any fees for the processing of
6 premium payments charged by such insurer or other entity that
7 provides billing services to such insurer. The insurer or other entity
8 that provides billing services to an insurer shall conspicuously display
9 any such fee on each premium billing notice.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>October 1, 2015</i>	New section
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INS

Joint Favorable Subst.

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact: None

Municipal Impact: None

Explanation

The bill requires insurers to disclose certain fees for the processing of premium payments. As the bill concerns private insurance transactions, there is no state or municipal fiscal impact.

The Out Years

State Impact: None

Municipal Impact: None

OLR Bill Analysis**sSB 8*****AN ACT CONCERNING THE DISCLOSURE OF FEES FOR THE PROCESSING OF PERSONAL AND COMMERCIAL RISK INSURANCE POLICY PREMIUM PAYMENTS.*****SUMMARY:**

This bill requires certain personal and commercial risk insurers to disclose to applicants and insureds any fees they, or another entity that provides billing services to insureds on their behalf, charge to process premium payments. It requires the insurer or entity to conspicuously display the fee on each premium billing notice it sends to an insured.

The bill applies to insurers that deliver, renew, amend, or endorse a personal or commercial risk insurance policy on or after October 1, 2015.

EFFECTIVE DATE: October 1, 2015

COMMITTEE ACTION

Insurance and Real Estate Committee

Joint Favorable Substitute

Yea 13 Nay 5 (02/10/2015)